

FISCAL NOTE

SB 1180 - HB 1738

March 5, 2003

SUMMARY OF BILL: Increases the state match to 401(k) accounts of its participating employees from \$20 to \$50 per month.

ESTIMATED FISCAL IMPACT:

**Increase State Expenditures - \$9,094,000/General Fund
\$632,000/Highway Fund**

Other Fiscal Impact - Increase Federal/Other Expenditures - \$2,586,000

Estimate assumes:

- total first year costs of \$12,312,000 of which \$9,094,000 will impact the General Fund.
- approximately 41,000 employees presently participate in the deferred compensation program.
- a 10% increase in present participation.
- approximately 75% of those participating will defer \$50 or more per month.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director